

**LODI CITY COUNCIL  
SPECIAL CITY COUNCIL MEETING  
CARNEGIE FORUM, 305 WEST PINE STREET  
TUESDAY, JUNE 9, 1998  
7:00 A.M.**

1. ROLL CALL

Present: Council Members - Johnson, Land, Pennino and Sieglock (Mayor)

Absent: Council Members - Mann

Also Present: City Manager Flynn, Deputy City Manager Keeter, Public Works Director Prima,  
Electric Utility Director Vallow, Finance Director McAthie, City Attorney Hays and  
City Clerk Reimche

2. REGULAR CALENDAR

Agenda item #B-1 entitled, "Authorize City Manager to execute Letter of Agreement 98-SNR-00048 between the Bureau of Reclamation (Reclamation), the Sierra Nevada Region of the Western Area Power Administration and the City of Lodi which will allow participants in the Shasta Rewinds Contract the opportunity to purchase additional low cost energy resulting from a good hydro year".

Electric Utility Director Vallow presented the following report regarding the matter:

The Letter of Agreement 98-SNR-00048 between the Bureau of Reclamation, the Sierra Nevada Region of the Western Area Power Administration and the City of Lodi delays taking Shasta Unit 5 out of service. This delay will afford participants in the Shasta Rewinds Contract, such as Lodi, the opportunity to purchase additional low cost energy resulting from a good hydro year. However, to maintain the overall maintenance schedule, overtime will have to be used. The additional costs to the participants will be \$250,000. The City of Lodi's share is estimated to be less than \$50,000 - far smaller than the value of the energy received based on the current summer power market forecast.

The City Council, on motion of Council Member Pennino, Land second, adopted Resolution No. 98-91 authorizing the City Manager to execute the Letter of Agreement 98-SNR-00048 between the Bureau of Reclamation, the Sierra Nevada Region of the Western Area Power Administration and the City of Lodi by the following vote:

Ayes: Council Members - Johnson, Land, Pennino and Sieglock (Mayor)

Noes: Council Members - None

Absent: Council Members - Mann

3. ADJOURNMENT

There being no further business to come before the City Council, Mayor Sieglock adjourned the meeting at approximately 7:05 a.m.

ATTEST:

Alice M. Reimche  
City Clerk